

[Translation]

[NOTICE: Please note that the following is a translation of the Japanese language original for convenience purposes only, and in the event of any discrepancy, the Japanese language original shall prevail.]

July 30, 2020

For immediate release

Company: Nisshinbo Holdings Inc.
Representative: Masahiro Murakami, President
Securities Code: 3105
TSE (First Section)

Notice Regarding Revisions to Operating Performance Forecast

Nisshinbo Holdings Inc. announces the following revisions to its consolidated operating performance forecast for the fiscal year ended December 31, 2020, from the figures announced on May 14, 2020, based on recent trends in operating performance.

Revisions to Operating Performance Forecast

Revisions to Consolidated Operating Performance Forecast for the Fiscal Year Ended December 31, 2020
(January 1, 2020 to December 31, 2020)

(Millions of yen, unless otherwise stated)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (Yen)
Previously announced forecast (A)	540,000	14,000	18,000	13,000	78.15
Current, revised forecast (B)	462,000	(4,000)	(3,000)	1,000	6.01
Change (B – A)	(78,000)	(18,000)	(21,000)	(12,000)	
Change (%)	(14.4%)	—	—	(92.3%)	
Reference: Results for the fiscal year ended December 31, 2019	509,660	6,482	11,703	(6,604)	(39.45)

Reasons for the Revisions

Each of our businesses is affected by the spread of COVID-19. As a result, sales in the wireless communications business declined due to sluggish demand in the marine systems business, while sales in the micro devices business, the brakes business, and the precision instruments business fell due to a decline in the number of automobiles produced worldwide. We expect sales to fall short of our previous forecast in the textiles business due to the closure of stores to prevent the spread of COVID-19 and a decline in sales of Nisshinbo group due to a slump in sales.

Operating income, ordinary income and net income attributable to owners of parent are also expected to fall below the previous forecast due to a decrease in sales.

Our operating performance forecast is based on assumed exchange rates of ¥105 per US dollar and ¥120 per Euro.

Note: This document contains forecasts of performance and other projections based on information available as of the date of this announcement and certain assumptions judged by Nisshinbo to be reasonable. Actual performance may differ from these projections due to changes in a variety of factors.